## House Amendment 8633

PAG LIN

```
Amend House File 2780, as amended, passed, and
    2 reprinted by the House, as follows:
3 #1. Page 1, by inserting after line 2 the
    4 following:
           <Section 1. Section 125.82, subsection 3, Code
    6 2005, as amended by 2006 Iowa Acts, Senate File 2362
    7 section 1, if enacted, and 2006 Iowa Acts, Senate File
    8 2217, section 30, if enacted, is amended to read as
    9 follows:
  10
           3. The person who filed the application and a
1 11 licensed physician, or qualified mental health
1 12 professional as defined in section 229.1 228.1,
  13 certified alcohol and drug counselor certified by the 14 nongovernmental Iowa board of substance abuse
1 15 certification who has examined the respondent in
   16 connection with the commitment hearing shall be
   17 present at the hearing, unless the court for good
1 18 cause finds that their presence or testimony is not
1 19 necessary. The applicant, respondent, and the 1 20 respondent's attorney may waive the presence or 1 21 telephonic appearance of the licensed physician. or
  22 qualified mental health professional, or certified
1 23 alcohol and drug counselor who examined the respondent 1 24 and agree to submit as evidence the written report of
1 25 the licensed physician, or qualified mental health
1 26 professional, or certified alcohol and drug counselor.
1 27 The respondent's attorney shall inform the court if
   28 the respondent's attorney reasonably believes that the
   29 respondent, due to diminished capacity, cannot make an
1 30 adequately considered waiver decision. "Good cause"
1 31 for finding that the testimony of the licensed
1 32 physician, or qualified mental health professional, or
1 33 certified alcohol and drug counselor who examined the 1 34 respondent is not necessary may include, but is not 1 35 limited to, such a waiver. If the court determines 1 36 that the testimony of the licensed physician. or
   <del>37 qualified</del> mental health professional, or certified
   38 alcohol and drug counselor is necessary, the court may
1 39 allow the licensed physician, or qualified mental 1 40 health professional, or certified alcohol and drug 1 41 counselor to testify by telephone. The respondent
1 42 shall be present at the hearing unless prior to the
1 43 hearing the respondent's attorney stipulates in
  44 writing that the attorney has conversed with the
1 45 respondent, and that in the attorney's judgment the
1 46 respondent cannot make a meaningful contribution to 1 47 the hearing, or that the respondent has waived the 1 48 right to be present, and the basis for the attorney's
  49 conclusions. A stipulation to the respondent's 50 absence shall be reviewed by the court before the 1 hearing, and may be rejected if it appears that
1
    2 insufficient grounds are stated or that the
    3 respondent's interests would not be served by the
    4 respondent's absence.>
    5 #2. Page 8, by striking line 4 and inserting the 6 following: <funding to counties and other public
2
    7 funding for the services. The purposes of the review
    8 include but are not limited to examining the public
    9 sources of the funding and programming for the
  10 services and to>.
11 <u>#3.</u> Page 8, line 13, by inserting after the word
   12 <representatives. > the following: <In addition, the
   13 membership shall include four ex officio, nonvoting
   14 members with two representing the Iowa state
  15 association of counties, one representing the
  16 department of human services, and one representing the
  17 mental health, mental retardation, developmental
18 disabilities, and brain injury commission. It is the
  19 intent of the general assembly that the study
   20 committee submit a report with findings and
   21 recommendations to the governor, the general assembly,
  22 and the commission on or before January 1, 2007.>
              Page 8, by inserting after line 16 the
  23 <u>#4.</u>
  24 following:
```

Section 249A.12, subsection 8, as 26 enacted by 2006 Iowa Acts, House File 2492, section 1, 27 is amended by striking the subsection and inserting in 28 lieu thereof the following: 8. If a person with mental retardation has no 30 legal settlement or the legal settlement is unknown so 31 that the person is deemed to be a state case and 32 services associated with the mental retardation can be 33 covered under a medical assistance home and 34 community=based waiver or other medical assistance 35 program provision, the nonfederal share of the medical 36 assistance program costs for such coverage shall be 37 paid from the appropriation made for the medical 38 assistance program.> 39 <u>#5.</u> Page 9, line 1, by striking the word and 40 figures <July 1, 2007> and inserting the following: 41 <October 1, 2006>. 42 <u>#6.</u> Page 9, line 35, by striking the word and 43 figures <July 1, 2007> and inserting the following: 44 <October 1, 2006>. 45 #7. Page 10, by striking lines 16 through 30 and 46 inserting the following: <1. a. The section of this division of this Act 47 48 that amends section 331.440, subsection 3, takes 49 effect July 1, 2007. b. This section, being deemed of immediate 1 importance, takes effect upon enactment, and the 2 department shall begin implementation upon enactment. The department of human services and 2. a. 4 counties, in consultation with the legislative 5 services agency, shall develop a methodology for 6 distributing the funding appropriated for the fiscal 7 year beginning July 1, 2006, for state case services 8 and other support, as defined in this division of this 9 Act, to counties for county residents who receive 10 state case services and other support, on and after 11 October 1, 2006. The methodology shall be based upon 12 historical usage, projected usage, and significant 13 increases anticipated in county costs. The department 14 and counties shall share with one another names and 15 necessary information concerning the individuals who 16 have been identified by the department or counties. 17 The methodology shall provide for quarterly 18 distributions. 19 The base funding amount used for the 20 distribution methodology to counties shall be 75 21 percent of the amount appropriated for state case 22 services and other support plus any reversions from 23 the previous fiscal year's appropriation, the amount 24 transferred from block grant funding, and any other 25 source designated by law. The base funding amount may 26 be adjusted for relevant purposes that may include but 27 are not limited to an adjustment to reflect the 28 expenditure savings realized from renegotiation of the 29 contract with the contractor providing managed care 30 for mental health services made pursuant to this 31 division of this Act. 32 c. Prior to September 1, 2006, the department 33 shall meet with each county to analyze the actual 34 numbers of individuals who are eligible for state case 35 services and other support and who as county residents 36 will be the financial and management responsibility of 37 the county effective October 1, 2006, the historical 38 costs of state case services and other support 39 provided to such individuals by the department, the 40 projected increase in cost of providing state case 41 services and other support to such individuals in 42 accordance with the county management plan, and the 43 projected cost to provide state case services and 44 other support at county reimbursement rates in lieu of 45 the capped reimbursement rates paid by the state. 46 purpose of the analysis is for the department, in 47 consultation with each county, to determine by 48 September 1, 2006, an amount needed for the county to 49 fund state case services and other support for county 50 residents for the period beginning October 1, 2006, 1 and ending June 30, 2007. If a county disputes the

2 department's determination of the amount needed by the 3 county, the county may appeal the determination to the 4 director of human services. The county shall file the 5 appeal within 30 days of the issuance date of the

6 determination. The director's decision shall be 7 considered to be a final agency decision and may be 8 appealed as provided in chapter 17A. While an appeal 9 is pending, the department shall provide funding to 10 the county for state cases in the amount determined by 11 the department, subject to later adjustment based upon 12 the outcome of the appeal.

d. If the aggregate of the amounts determined for 14 each county, as provided in paragraph "c", exceeds the 15 base funding amount determined under paragraph "b", 16 notwithstanding section 331.440, subsection 3A, as 17 enacted by this division of this Act, the department 18 of human services shall retain responsibility for the 19 costs of state case services and other support for 20 persons deemed to be a state case through June 30, 21 2007. The department shall report to the governor and 22 general assembly on or before December 1, 2006 23 recommendations to address the funding shortfall

e. If the aggregate of the amounts determined for 25 each county, as provided in paragraph "c", is less 26 than the base funding amount determined under 27 paragraph "b", the amounts determined shall be 28 distributed to the counties and the excess amount 29 shall be reserved for distribution as provided in 30 paragraph "f"

f. (1) If a county becomes responsible for a new 32 individual state case whose costs were not included in 33 the amounts determined under paragraph "c", the county 34 shall supply the individual's application and service 35 and other support needs to the department for an 36 eligibility determination and identification of 37 funding availability. If the county disputes the 37 funding availability. 38 department's determination, the appeal provisions 39 under paragraph "c" shall apply. 40

(2) If an existing state case has a change in 41 condition that results in significant additional costs 42 that cannot be offset by savings from other state 4 43 cases or other means, the county may apply to the 4 44 department for relief to address the additional costs. 45 Relief payments approved by the department shall be 46 paid from the excess amount reserved under paragraph "e" and are limited to that amount. In addition, if a 48 county has such additional costs and either did not 49 apply for relief or the application was denied in 50 whole or in part because at the time of the 1 application the excess amount reserved under paragraph "e" was projected to be insufficient, the county may 3 apply for any funds from any excess amount available 4 under paragraph "e" that would otherwise remain 5 unexpended or unobligated at the close of the fiscal 6 year. Otherwise, the state liability for the cost of 7 the state case services and other support authorized 8 by a county of residence is limited to the amount 9 distributed to the county

The state's liability for state case services g. 11 and other support for the fiscal year beginning July

10

12 1, 2006, is limited to the amount appropriated. h. The provisions of this subsection shall be 14 adopted in rule as necessary to implement the 15 provisions. The mental health, mental retardation, 16 developmental disabilities, and brain injury 17 commission may adopt administrative rules under 18 section 17A.4, subsection 2, and section 17A.5, 19 subsection 2, paragraph "b", to implement the 20 provisions and the rules shall become effective 21 immediately upon filing or on a later effective date 22 specified in the rules, unless the effective date is 23 delayed by the administrative rules review committee. 24 Any rules adopted in accordance with this subsection 25 shall not take effect before the rules are reviewed by 26 the administrative rules review committee. The delay 27 authority provided to the administrative rules review 28 committee under section 17A.4, subsection 5, and 29 section 17A.8, subsection 9, shall be applicable to a 30 delay imposed under this subsection, notwithstanding a 31 provision in those sections making them inapplicable 32 to section 17A.5, subsection 2, paragraph "b". Any 33 rules adopted in accordance with the provisions of 34 this subsection shall also be published as notice of 35 intended action as provided in section 17A.4.>

36 #8. Page 10, line 33, by inserting after the word

5 37 <Act> the following: <amending section 331.440, 5 38 subsection 3, to take effect>. 5 39  $\pm 9$ . Page 11, by striking lines 10 through 24 and 40 inserting the following: 5 41 <4. The department of human services shall 42 renegotiate the department's contract with the 43 contractor providing managed care for mental health 44 services under the medical assistance program so that 45 any responsibility for the contractor to manage state 46 case services and other support, as defined by this 47 division of this Act, will end on or before September 48 30, 2006. The expenditure savings realized from 49 making this change shall remain with the state case 50 appropriation for distribution to counties of 6 1 residence. 5. The department of human services and counties 6 3 shall work with the department's consultant to develop 6 4 a proposal for a case rate system that may be used in 5 subsequent fiscal years for distributing funding to 6 6 counties for the state case services and other support 6 7 provided to county residents. The case rate sys 8 proposal developed is subject to approval by the The case rate system 6 9 mental health, mental retardation, developmental 10 disabilities, and brain injury commission, shall be 11 submitted to the governor and general assembly in 12 January 2007, and shall not be implemented unless a 13 statute specifically authorizing implementation of the 14 system is enacted.> 15 #10. Page 18, line 9, by inserting after the word 16 <centers> the following: <and providers of mental 17 health services to county residents pursuant to a 18 waiver approved under section 225C.7, subsection 3,>. 19 <u>#11</u>. By renumbering, relettering, or redesignating 20 and correcting internal references as necessary. 21 HF 2780.S 6 22 jp/cc/26